



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2011 Biennium

Bill #	HB0587	Title:	Prohibit illegal aliens from securing professional or occupational license
Primary Sponsor:	Howard, David	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
Expenditures:				
State Special Revenue	\$163,735	\$0	\$0	\$0
Revenue:				
State Special Revenue	\$163,735	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact:

The fiscal impact of HB 587 is associated with rulemaking, and contacting all licensees to obtain proof of citizenship or authorized alien status in FY 2010.

FISCAL ANALYSIS

Assumptions:

1. The department will need to adopt rules to implement this statute. It is assumed there will be a 5 page rule proposal notice and a 5 page adoption notice @ \$50 per page for a total cost of \$500 in FY 2010.
2. It will take the legal unit 3 hours to prepare the rule notice adoption notice @ \$95 per hour for a total cost of \$285 in FY 2010.
3. There will be a 2 hour rules hearing (court report @ \$100 per hour = \$200 + hearing examiner @ \$85 per hour = \$170). Total cost in FY 2010 \$370.
4. There would be a postcard mailing to approximately 97,000 licensees to request proof of citizenship or alien status. Total cost for FY 2010 \$97,000 (97,000 x \$1 postcard printing and postage).
5. The department assumes there would be a second mailing to approximately 50% of the licensees that will not respond to the first request for a total cost of \$48,500 (48,500 licensees x \$1 postcard printing & postage).
6. It is assumed that approximately 1% or 970 licensees will never respond and will result in a complaint being filed with the board. This would make it necessary to hold eight additional screening panel

meetings at an average cost of \$1,375 for a total cost in FY 2010 of \$11,000. Attorney costs for these meeting will be 8 meetings x 8 attorney hours @ \$95 per hour = \$6,080 in FY 2010.

7. The licensing database will need to be enhanced to track this information. This enhancement can be accomplished with existing resources.
8. All applications will need to be updated to include the evidence of citizenship. These applications can be updated using existing resources.
9. The review time needed to confirm each submittal has the necessary documentation could be accomplished with existing resources.
10. For licenses issued after October 1, 2009, the department should not have any additional licenses that would require checking since they will be checked at the initial application for licensure.
11. Fees will be set commensurate with costs. The cost is estimated to be \$1.70 per licensee.

	<u>FY 2010</u> <u>Difference</u>	<u>FY 2011</u> <u>Difference</u>	<u>FY 2012</u> <u>Difference</u>	<u>FY 2013</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Operating Expenses	\$163,735	\$0	\$0	\$0
TOTAL Expenditures	\$163,735	\$0	\$0	\$0
<u>Funding of Expenditures:</u>				
State Special Revenue (02)	\$163,735	\$0	\$0	\$0
TOTAL Funding of Exp.	\$163,735	\$0	\$0	\$0
<u>Revenues:</u>				
State Special Revenue (02)	\$163,735	\$0	\$0	\$0
TOTAL Revenues	\$163,735	\$0	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
State Special Revenue (02)	\$0	\$0	\$0	\$0

Technical Notes:

1. There are currently 754 licensees with foreign addresses that could potentially have their license revoked.

Sponsor's Initials

Date

Budget Director's Initials

Date